

Caldwell County Water District

118 West Market Street
Princeton, Ky. 42445
Telephone (270) 365-9381
Fax (270) 365-9591

May 9, 2008

Ms. Stephanie L. Stumbo
Executive Director
KY Public Service Commission
211 Sower Blvd.
PO Box 615
Frankfort, Kentucky 40602-0615

RECEIVED

MAY 12 2008

PUBLIC SERVICE
COMMISSION

Re: Caldwell County Water District
Formal Application to Revise Certain Non-Recurring Charges

Dear Ms. Stumbo:

This is an application to add tariff language for accepting credit/debit card and ACH/Bank Draft payments from customers. Attached is the proposed tariff sheet which includes the policy and cost formula for the services.

The Caldwell County Water District is not requesting a water rate increase at this time. The customers affected by these charges will be the customers that utilize the credit/debit card or ACH/Bank Draft payment option.

The Caldwell County Water District has previously filed income statements and balance sheets with the Public Service Commission. These income statements and balance sheets are currently on file with the Commission.

The Caldwell County Water District will publish the enclosed public notice of the requested rate in the local newspaper for three consecutive weeks, and will follow up with an affidavit from the newspaper verifying that the notice was published for three consecutive weeks.

A copy of this application and related filings has been sent to the Office of the Attorney General, State Capital Building, Suite 118, Frankfort, KY 40601.

Should you have any questions or need additional information, please advise.

Sincerely,



Dixie G. Cayce
District Manager

FOR Caldwell County, Kentucky
Community, Town or City

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Caldwell County Water District
(Name of Utility)

CANCELLING P.S.C. KY. NO. _____

_____ SHEET NO. _____

RULES & REGS

Non-recurring Charges

Credit/Debit Card Policy

All customers may pay their bill by credit/debit card. The credit/debit card method of payment may be made in person at the Caldwell County Water District office or by telephone.

If on the bill due date an attempt to pay the credit card or debit card is made and the card is declined for any reason, payment is still due in full on that date and will be considered late after that date. All late charges and penalties will be applied. If a customer is paying on our disconnect day and the card is denied, the same rules as above apply, in addition to his/her service being disconnected.

When a customer makes a payment by credit card, the utility will assess a fee equal to that charged to the utility by the credit or debit card processing company to process the transaction. This fee is generally calculated using a formula applied to the balance of the amount charged to the credit or debit account but may be a flat fee per transaction. Prior to processing the transaction, the customer will be informed of the fee amount and, upon request by the customer, the formula employed to arrive at this fee amount.

1.7% of the bill plus 20 cents per transaction for Visa, Master Card, and Discover

ACH--Bank Draft/Automatic Withdraw Policy

All customers may pay their bill by ACH--Bank Draft/Automatic Withdraw. The ACH--bank draft/automatic withdraw will be scheduled for the 5th of each month.

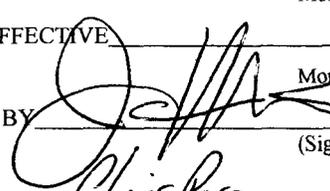
On the 5th of each month the payment will be processed. If for any reason payment is declined the payment will still be due by the 10th of the month. All late charges and penalties will be applied if payment is not made by the 10th of the month.

When a customer makes a payment by ACH--Bank Draft/Automatic Withdraw, the utility will assess a fee per transaction equal to that charged to the utility by the bank. This fee is established by the banking agency. Customer will be informed of any changes in transaction cost.

15 cents per transaction

DATE OF ISSUE _____
Month / Date / Year

DATE EFFECTIVE _____
Month / Date / Year

X ISSUED BY  _____
(Signature of Officer)

X TITLE Chairperson _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION
IN CASE NO. _____ DATED _____

NOTICE

The Caldwell County Water District proposes to revise its rate schedule to permit a customer to pay his or her bill for water service by credit card, debit card, or ACH/Bank Drafts. Any person who uses his or her credit card, debit card, or ACH/Bank Drafts to pay for service shall be assessed a non-recurring charge equal to the cost incurred to the utility to process the transaction. The proposed effective date for these revisions is July 1, 2008.

The fees contained in this notice are the fees proposed by the Caldwell County Water District. However, the Public Service Commission may order fees to be charged that differ from these proposed fees. Such action may result in fees for consumers other than the fees in this notice.

Any corporation, association, body politic, or person may, by motion within thirty (30) days after publication of this fee change, request leave to intervene; and the motion shall be submitted to the Public Service Commission, 211 Sower Boulevard, Post Office Box 615, Frankfort, KY 40602, and shall set forth the grounds for the request including the status and interest of the party.

Intervenors may obtain copies of the application and related filings by contacting the Water District.

The Caldwell County Water District has available for inspection at its office the proposed changes to its Rules and Regulations. The Caldwell County Water District office is located at 118 West Market Street, Princeton, Kentucky 42445.

This notice is published pursuant to 807 KAR 5:011-Tariffs.

Caldwell County Water District